RECLAMATION

EXHIBIT	_ 2	Market and Million and Australia
DATE_	1/26	
HB	121	

82-3-110. Repealed. Sec. 21, Ch. 550, L. 1979. History: En. Sec. 10, Ch. 220, L. 1973; R.C.M. 1947, 50-1409.

Part 2 **Coal Invoices** (Repealed)

82-3-201. Repealed. Sec. 1, Ch. 24, L. 1997.

History: En. Sec. 1, Ch. 104, L. 1927; re-en. Sec. 3546.1, R.C.M. 1935; R.C.M. 1947, 50-601.

82-3-202. Repealed. Sec. 1, Ch. 24, L. 1997.

History: En. Sec. 2, Ch. 104, L. 1927; re-en. Sec. 3546.2, R.C.M. 1935; R.C.M. 1947, 50-602.

82-3-203. Repealed. Sec. 1, Ch. 24, L. 1997.

History: En. Sec. 4, Ch. 104, L. 1927; re-en. Sec. 3546.4, R.C.M. 1935; amd. Sec. 117, Ch. 431, L. 1975; R.C.M. 1947, 50-604; amd. Sec. 2, Ch. 274, L. 1981.

82-3-204. Repealed. Sec. 1, Ch. 24, L. 1997.

History: En. Sec. 6, Ch. 104, L. 1927; re-en. Sec. 3546.6, R.C.M. 1935; amd. Sec. 118, Ch. 431, L. 1975; R.C.M. 1947, 50-606; amd. Sec. 2, Ch. 274, L. 1981.

82-3-205. Repealed. Sec. 1, Ch. 24, L. 1997.

History: En. Sec. 5, Ch. 104, L. 1927; re-en. Sec. 3546.5, R.C.M. 1935; R.C.M. 1947, 50-605; amd. Sec. 80, Ch. 10, L. 1993.

CHAPTER 4 RECLAMATION

Part 1 — Strip and Underground Mine Siting

- Short title. 82-4-101.
- Intent findings policy and purpose. 82-4-102.
- 82-4-103. Definitions.
- 82-4-104. Application.
- 82-4-105 through 82-4-110 reserved.
- 82-4-111. Rules of board hearings.
- Administration. 82-4-112.
- 82-4-113. Receipts paid into general fund.
- 82-4-114 through 82-4-120 reserved.
- 82-4-121. Permit required.
- Application and approval of permit. 82-4-122.
- Permit fee and surety bond. 82-4-123.
- 82-4-124. Permit — authority under and renewal.
- 82-4-125. Refusal of permit.
- When information may be used to meet strip-mining or underground-mining permit requirements. 82-4-126.
- Effect of siting permit on subsequent mining permits. 82-4-127.
- Termination of permit. 82-4-128.
- Noncompliance suspension of permits. 82-4-129.
- 82-4-130. Procedure for hearings.
- 82-4-131 through 82-4-140 reserved.
- Violation penalty. 82-4-141.
- 82-4-142. Mandamus to compel enforcement.

Part 2 — Coal and Uranfum Mine Reclamation

- 82-4-201. Short title.
- Intent policy findings. 82-4-202.
- 82-4-203. Definitions.
- 82-4-204. Board rules.
- Administration by department and board. 82-4-205.
- 82-4-206. Procedure for contested case hearings.
- 82-4-207 through 82-4-220 reserved.
- 82-4-221. Mining permit required.
- Permit application application revisions. 82-4-222.
- 82-4-223. Surety bond.
- 82-4-224. Repealed.
- 82-4-225. Application for increase or reduction in permit area.
- 82-4-226. Prospecting permit.
- 82-4-227. Refusal of permit.
- Designation of land unsuitable for coal mining. 82-4-228.

```
82-4-229 and 82-4-230 reserved.
                Submission of and action on reclamation plan.
                Area mining required — bond — alternative plan.
                Planting of vegetation following grading of disturbed area.
     82-4-234.
                Commencement of reclamation.
                Determination of successful revegetation — final bond release.
     82-4-235.
     82-4-236.
                Vegetation as property of landowner.
     82-4-237.
                Operator to file annual reports.
     82-4-238.
                Successor operator.
     82-4-239.
                Reclamation.
     82-4-240.
                Reclamation of lands after bond forfeited.
     82-4-241.
               Receipts paid into general fund — disposition of bond forfeiture money.
     82-4-242.
                Funds received by department.
    82-4-243.
               Subsidence.
    82-4-244.
               Coal and uranium mine permitting and reclamation program account.
    82-4-245 through 82-4-249 reserved.
    82-4-250.
               Operating permit revocation — permit transfer.
    82-4-251.
               Noncompliance — suspension of permits.
               Mandamus.
Suit for damage to water supply.
    82-4-952
    82-4-253
    82-4-254.
               Violation — penalty — waiver.
                                         Part 3 — Metal Mine Reclamation
    82-4-301.
              Legislative intent and findings.
   82-4-302.
               Purpose.
   82-4-303.
              Definitions.
   82-4-304.
              Exemption — works performed prior to promulgation of rules.
              Exemption — small miners — written agreement.
   82-4-305.
   82-4-306.
              Confidentiality of application information.
   82-4-307.
              Review of existing files.
              Release by waiver.
   82-4-308.
              Exemption — operations on federal lands.
Exemption — scale and type of activity.
   82-4-309.
   82-4-310.
   82-4-311.
              Disposition of fees, fines, penalties, and other uncleared money.
              Hard-rock mining reclamation debt service fund.
   82-4-312.
   82-4-313.
              Hard-rock mining reclamation bonds.
  82-4-314.
             Authorization for sale of hard-rock mining reclamation bonds.
             Hard-rock mining reclamation special revenue account.
  82-4-315.
  82-4-316 through 82-4-320 reserved.
  82-4-321.
             Administration.
  82-4-322
             Investigations, research, and experiments.
  82-4-323.
             Interagency cooperation — receipt and expenditure of funds.
  82-4-324 through 82-4-330 reserved.
             Exploration license required — employees included — limitation.
  82-4-331.
  82-4-332.
             Exploration license.
  82-4-333.
             Repealed.
  82-4-334.
             Exception -
                         - geological phenomena.
 82-4-335.
             Operating permit — limitation — fees.
 82-4-336.
            Reclamation plan and specific reclamation requirements.
            Inspection — issuance of operating permit — modification, amendment, or revision.
 82-4-337.
 82-4-338.
            Performance bond.
            Annual report of activities by permittee — fee — notice of large-scale mineral developer status.
 82-4-339.
 82-4-340.
            Successor operator.
 82-4-341.
            Compliance — reclamation by department.
            Amendment to operating permits.
 82-4-342.
 82-4-343 through 82-4-348 reserved.
 82-4-349. Limitations of actions — venue.
 82-4-350.
            Award of costs and attorney fees.
 82-4-351.
            Reasons for denial of permit.
           Reapplication with new reclamation plan.
 82-4-352.
           Administrative remedies — notice — appeals — parties.
82-4-353.
82-4-354.
           Mandamus to compel enforcement.
82-4-355.
           Action for damages to water supply — replacement.
82-4-356.
           Action in response to complaints related to use of explosives.
82-4-357.
           Abatement of environmental emergencies.
82-4-358 and 82-4-359 reserved.
82-4-360.
           When activity prohibited -- exception.
82-4-361.
           Violation — penalties — waiver.
82-4-362. Suspension of permits — hearing.
82-4-363 through 82-4-366 reserved.
2009 MCA
```

mal public rmal public received. bsection (1) rder issued t order may hin 30 days under this lings of fact difying, or

ninistrative e amount of . reasonably proceedings, party as the ninistrative

resentative towns, and idments, or inhabitants

nd. Sec. 4, Ch. 27, L. 2005.

erest that is rule adopted whose duty iforce to the ust state the naking false in 45-7-202. e time after ent or person lamus in the quirement of olic officer or r employee's vee must be

mence a civil erson for the r, the action

tment and to

on to require der this part. s not restrict ement of this

(4) Any person who is injured in person or property through the violation by any operator of any rule, order, or permit issued pursuant to this part may bring an action for damages, including reasonable attorney and expert witness fees, only in the county in which the strip- or underground-coal-mining operation complained of is located. This subsection does not affect the rights established by or limits imposed under Title 39, chapter 71.

(5) The court, in issuing any final order in any action brought pursuant to subsection (3), may award costs of litigation, including attorney and expert witness fees, to any party whenever the court determines that the award is appropriate. The court may, if a temporary restraining order or preliminary injunction is sought, require the filing of a bond or equivalent security in

accordance with the Montana Rules of Civil Procedure.

History: En. Sec. 22, Ch. 325, L. 1973; amd. Sec. 1, Ch. 295, L. 1975; amd. Sec. 29, Ch. 441, L. 1975; R.C.M. 1947, 50-1055(1), (2); amd. Sec. 3, Ch. 201, L. 1979; amd. Sec. 16, Ch. 550, L. 1979; amd. Sec. 192, Ch. 575, L. 1981; amd. Sec. 30, Ch. 361, L. 2003.

Cross-References Knowingly defined, 1-1-204, 45-2-101. Rules for determining residency, 1-1-215. Contempts, Title 3, ch. 1, part 5. Injunctions, Title 27, ch. 19.

Mandamus, Title 27, ch. 26. 82.4.253. Suit for damage to water supply. (1) An owner of an interest in real property who obtains all or part of a supply of water for domestic, agricultural, industrial, or other legitimate use from an underground source other than a subterranean stream having a permanent, distinct, and known channel may sue an operator to recover damages for contamination, diminution, or interruption of the water supply, proximately resulting from strip mining or underground mining.

(2) Prima facie evidence of injury in a suit under this section is established by the removal of coal or disruption of overlying aquifer from designated ground water areas as prescribed in Title 85, chapter 2, part 5. If the area is not a designated ground water area, a showing that the coal or overlying strata is an aquifer in that geographical location and that the coal or the overlying strata has been removed or disrupted shifts the burden to the defendant (operator) to show that the plaintiff's (owner's) water supply was not injured thereby.

(3) An owner of water rights adversely affected may file a complaint detailing the loss of water in quality and quantity with the department. Upon receipt of this complaint the department shall:

(a) investigate the complaint using all available information including monitoring data gathered at the mine site;

(b) require the defendant (operator) to install monitoring wells or other practices that may be needed to determine the cause of water loss, if there is a loss, in terms of quantity or quality; (c) issue within 90 days a written finding specifying the cause of the water loss, if there is a

loss, in terms of quantity or quality:

(d) order the mining operator in compliance with chapter 2 of Title 85 to replace the water inamediately on a temporary basis to provide the needed water and within a reasonable the replace the water in like quantity, quantity, and duration, if the loss is caused by the surface coal mining operation; and

order the suspension of the operator's permit for failure to replace the water, until such

time as the operator provides substitute water.

(4) A servient tract of land is not bound to receive surface water contaminated by strip mining or underground mining on a dominant tract of land, and the owner of the servient tract may sue an operator to recover the damages proximately resulting from the natural drainage from the dominant tract of surface waters contaminated by strip mining or underground mining on the dominant tract.

This section and 82-4-252 do not create, modify, or affect any right, liability, or remedy

other than as expressly provided.

History: En. Sec. 22, Ch. 325, L. 1973; amd. Sec. 1, Ch. 295, L. 1975; amd. Sec. 29, Ch. 441, L. 1975; R.C.M. 1947, 50-1055(3) thru (5); amd. Sec. 293, Ch. 42, L. 1997. Cross-References

Damages, Title 27, ch. 1, part 2.

mount of

t or the

aluation ation is rence of ng other ution of

his part, ion is in

fy in the

ithin 60

ra new

lanning a bond

or the

contro

release

by the ith the nay be etateo erator not be tation.

termine

bility of

ity, the

ount of

is part mation

buting ents of

licable

public hearing. recommending corrective actions necessary to secure the release and allowing opportunity for a bond, it shall notify the permittee, in writing, stating the reasons for disapproval and If the department disapproves the application for release of the bond or a portion of the

certified mail at least 30 days prior to the release of all or a portion of the bond. shall notify the municipality or county in which a prospecting or mining operation is located by When an application for total or partial bond release is filed with the department, it

All disturbed areas must be reclaimed in a timely manner to conditions that are capable

of supporting the land uses that they were capable of supporting prior to any mining or to ing better uses as approved pursuant to subsection (8).

concurrence of the landowner or the land management agency with jurisdiction over the land use. If the landowner is not the operator, the operator shall submit written documentation of the the following criteria: The department may approve the proposed alternative postmining land use only if it meets all of (a) An operator may propose a higher or better use as an alternative postmining land

There is a reasonable likelihood for achievement of the alternative land use.

health or safety or any threat of water diminution or pollution. (ii) The alternative land use does not present any actual or probable hazard to the public

E The alternative land use will not:

be impractical or unreasonable;

be inconsistent with applicable land use policies or plans;

involve unreasonable delay in implementation; or

cause or contribute to violation of federal, state, or local law.

reclamation are complete. estate to the operator with an option to repurchase the surface estate after mining and As used in this section, the term "landowner" includes a person who has sold the surface

constitute a change in land use to fish and wildlife habitat and may not interfere with the designated land use. area of land affected, and to enhance wetlands and riparian areas along rivers and streams and game birds, and threatened and endangered species that have been documented to live in the bordering ponds and lakes. Incorporation of wildlife habitat enhancement features does not hay, or other uses in order to enhance habitat diversity, with emphasis on big game animals, features that are integrated with cropland, grazing land, pastureland, land occasionally cut for (9) The reclamation plan must incorporate appropriate wildlife habitat enhancement

railroads, or pipelines, may be replaced as part of the reclamation plan.

History: En. Sec. 11, Ch. 325, L. 1973; amd. Sec. 23, Ch. 441, L. 1975; amd. Sec. 3, Ch. 852, L. 1977; R.C.M. (10) Facilities existing prior to mining, including but not limited to public roads, utility lines,

Compiler's Comments 1947, 50-1044; amd. Sec. 1, Ch. 172, L. 1979; amd. Sec. 12, Ch. 550, L. 1979; amd. Sec. 1, Ch. 288, L. 1985; amd. Sec. 143, Ch. 370, L. 1987; amd. Sec. 374, Ch. 418, L. 1995; amd. Sec. 292, Ch. 42, L. 1997; amd. Sec. 6, Ch. 204, L. 2003; amd. Sec. 7, Ch. 127, L. 2006; amd. Sec. 1, Ch. 425, L. 2007.

Contingent Voidness: Section 2, Ch. 425, L. 2007, provided: "(1) If the provisions of [this act] are disapproved by

the United States secretary of the interior pursuant to 30 CFR 732.17, then [this act] is void.

(2) Within 15 days of the effective date of a disapproval pursuant to subsection (1), the department of Cross-References environmental quality shall notify the code commissioner certifying that the disapproval has occurred

Bond required, 82-4-223. Concy — findings, 82-4-202. Water quality control, Title 75, ch. 5.

Release of remaining bond, 82-4-235.

82-4-233. Planting of vegetation following grading of disturbed area. (1) The



DEPARTMENT OF ENVIRONMENTAL QUALITY

Home » Director's Office » Legal Unit » Chapter » Chapter 24 Reclamation

ARM TITLE 17

Chapter 24 Reclamation

- Sub-Chapter 1 Rules and Regulations Governing the Montana Hard Rock Mining Reclamation Act
- <u>Sub-Chapter 2</u> Rules and Regulations Governing the Opencut Mining Act
- Sub-Chapter 3 Strip and Underground Mine Reclamation Act: Definitions and Strip Mine Permit Application Requirements
- Sub-Chapter 4 Strip and Underground Mine Reclamation Act: Mine Permit and Test Pit Prospecting Permit Procedures
- Sub-Chapter 5 Strip and Underground Mine Reclamation Act: Backfilling and Grading Requirements
- Sub-Chapter 6 Strip and Underground Mine Reclamation Act: Transportation Facilities, Use of Explosives, and Hydrology
- Sub-Chapter 7 Strip and Underground Mine Reclamation Act: Topsoiling, Revegetation, and Protection of Wildlife and Air Resources
- Sub-Chanter 8 Strip and Underground Reclamation Act: Alluvial Valley Floors, Prime Farmlands, Alternate Reclamation, and Auger Mining
- Sub-Chapter 9 Strip and Underground Mine Reclamation Act: Underground Coal and Uranium Mining
- Sub-Chapter 10 Strip and Underground Mine Reclamation Act: Prospecting
- Sub-Chapter 11 Strip and Underground Mine Reclamation Act: Sunding, Insurance, Reporting, and Special Areas
- Sub-Chapter 12 Strip and Underground Mine Reclamation Act: Special Departmental Procedures and Program
- Sub-Chapter 13 Strip and Underground Mine Reclamation Act: Miscellaneous Provisions
- Sub-Chapter 14 Reserved
- Sub-Chapter 15 Reserved
- Sub-Chapter 16 Reserved
- Sub-Chapter 17 Reserved
- Sub-Chapter 18 Rules and Regulations Governing the Montana Strip and Underground Mine
 Sking ★tt

Questions or Comments: Contact the Rule Coordinator at (406) 444-2630

Sub-Chapter 8

Strip and Underground Reclamation Act: Alluvial Valley Floors, Prime Farmlands, Alternate Reclamation, and Auger Mining

17.24.801 ALLUVIAL VALLEY FLOORS: PRESERVATION OF ESSENTIAL HYDROLOGIC FUNCTIONS AND PROTECTION OF TARMING (1) Strip or underground coal mining operations must be

conducted to preserve, throughout the mining and reclamation process, the essential hydrologic functions of alluvial valley These functions must be floors not within a permit area. preserved by maintaining those geologic, hydrologic and biologic characteristics that support those functions.

(2) Strip or underground coal mining and reclamation operations must be conducted to reestablish, throughout the mining and reclamation process, the essential hydrologic functions of alluvial valley floors within an area of land functions must be reestablished by affected. These reconstructing those geologic, hydrologic and biologic characteristics that support those functions.

Strip or underground coal mining operations must be conducted to ensure that the agricultural utility and the level of productivity of alluvial valley floors in affected areas are (History: 82-4-204, MCA; reestablished to premining levels. IMP, 82-4-227, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852.)

17.24.802 ALLUVIAL VALLEY FLOOR: PROTECTION OF FARMING AND PREVENTION OF MATERIAL DAMAGE (1) (a) Corip or underground coal mining operations must not interrupt, discontinue, or preclude farming on alluvial valley floors, unless:

(i) the premining land type is undeveloped rangeland that

is not significant to farming; or
(ii) the area of affected alluvial valley floor is small and provides or may provide negligible support for production from one or more farms.

If environmental monitoring shows that a strip or operation is interrupting, underground coal mining discontinuing, or precluding farming on alluvial valley floors, the operation must cease until remedial measures are taken by the operator. The remedial measures must be approved by the department prior to the resumption of mining.

(2) Strip or underground coal mining and reclamation operations must not cause material damage to the quality or quantity of water in surface or underground water systems that supply alluvial valley floors. If environmental monitoring shows that the strip or underground coal mining operation is

causing material damage to water that supplies alluvial valley floors, the mining operations must cease until remedial measures The remedial measures must be are taken by the operator. approved by the department prior to the resumption of mining operations.

Sections (1) and (2) of this rule do not apply to (3) those lands which were identified in a reclamation plan approved by the department before August 3, 1977, for any strip or underground coal mining and reclamation operation that, in the year preceding August 3, 1977:

(a) produced coal in commercial quantities and was located within or adjacent to an alluvial valley floor, or

(b) obtained specific permit approval by the department to conduct strip or underground coal mining and reclamation operations within an alluvial valley floor. (History: 82-4-204, MCA; IMP, 82-4-227, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852.)

Rule 17.24.803 reserved

17.24.643 CROWNS WATER PROPERTION (1) Mining must be conducted to control the effects of drainage from pits, cuts, and other mining activities and disturbances. The permittee shall prevent or control discharge of acid, toxic, or otherwise harmful mine drainage waters into ground water flow systems so that adverse impacts on ground water flow systems and on

approved postmining land uses are prevented.

(2) Backfilled materials must be placed to minimize adverse effects on ground water flow and quality, to minimize off-site effects, and to support the approved postmining land use. The permittee is responsible for performing monitoring according to ARM 17.24.645 to ensure that operations conform to this requirement. (History: 82-4-204, MCA; IMP, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042.)

- 17.24.644 PROTECTION OF GROUND WATER RECHARGE (1) The disturbed area wast be reclaimed to restore the approximate premining recharge capacity through restoration of the capability of the reclaimed areas as a whole to transmit water to the ground water system. The recharge capacity must be restored to support the approved postmining land use, minimize disturbances to the prevailing hydrologic balance in the mine plan and adjacent areas, and provide a rate of recharge that approximates the premining recharge rate. The permittee shall monitor according to ARM 17.24.645 to ensure operations conform to this requirement.
- (2) The permittee shall collect data and conduct studies as requested by the department to determine whether the recharge capacity of the mined lands can be restored to the approximate premining recharge capacity. (History: 82-4-204, MCA; IMP, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042.)

17.24.645 GROUND WATER (1) Ground water levels, subsurface flow and storage characteristics, and the quality of ground water must be monitored based on information gathered pursuant to ARM 17.24.304 and the monitoring program submitted pursuant to ARM 17.24.314 and in a manner approved by the department to determine the effects of strip or underground mining operations on the recharge capacity of reclaimed lands and on the quantity and quality of water in ground water systems in the permit and adjacent areas. When operations may affect the ground water system, ground water levels and ground water quality must be periodically monitored using wells that can adequately reflect changes in ground water quantity and quality resulting from such operations.

Monitoring must:

include the measurement of the quantity and quality of (a) water in all disturbed or potentially affected geologic strata within and adjacent to the permit area. Affected strata are all those adjacent to or physically disturbed by mining disturbance and any aquifers below the base of the spoils that could receive water from or discharge water to the spoils. Monitoring must be of sufficient frequency and extent to adequately identify changes in ground water quantity and quality resulting from mining operations; and

(b) be adequate to plan for modification of strip or underground mining operations, if necessary, to minimize

disturbance of the prevailing hydrologic balance.

(3) The department may require the permittee to expand the ground water monitoring system whenever a significant impact to the hydrologic balance of the permit and adjacent area is likely and the expanded monitoring is needed to adequately monitor the As specified and approved by the ground water system. department, additional observations and analyses, such as infiltration tests and aquifer tests, must be undertaken by the permittee to demonstrate compliance with this rule.

(4) Whenever an applicant demonstrates by the use of the probable. hydrologic consequences determination (see 17.24.314) and other available information that a particular water bearing stratum in the proposed permit or adjacent areas does not have a significant role in maintaining the hydrologic balance within the cumulative impact area, the department may waive monitoring of that stratum.

Ground water monitoring must proceed through mining and continue until phase IV bond release. The department may allow modification of the monitoring requirements, except those required by the Montana pollutant discharge elimination system permit, including the parameters covered and sampling frequency, the operator or the department demonstrates, using the monitoring data obtained under this rule, that:

the operation has minimized disturbance to the (a)(i) hydrologic balance in the permit and adjacent areas and prevented material damage to the hydrologic balance outside the permit area;

water quantity and quality are suitable to support (ii)

approved postmining land uses; and

(iii) the water rights of other users have been protected

or replaced;

monitoring is no longer necessary to achieve the (b) purposes set forth in the monitoring plan approved under this

with regard to monitoring related to an alluvial (c) valley floor, monitoring of the essential hydrologic function of the alluvial valley floor is ensured under the modified program.

(6) Methods of sample collection, preservation and sample analysis must be conducted in accordance with 40 CFR Part 136 titled "Guidelines Establishing Test Procedures for the Analysis of Pollutants" (July 2003) and the department's document titled "Circular WQB-7, Montana Numeric Water Quality Standards", January 2004 edition. Copies of Circular WQB-7 are available at the Department of Environmental Quality, 1520 E. 6th Ave., P.O. Box 200901, Helena, MT 59620-0901. Sampling and analyses must assurance program acceptable to the include a quality department.

Whenever monitoring reveals noncompliance with the (7)permit, the Act, or the rules adopted thereunder, the permittee shall immediately take steps to minimize adverse effects. steps include, but are not limited to, accelerated or additional monitoring, abatement, and warning of all persons whose health or safety is in imminent danger. The permittee shall, within five days of discovery of noncompliance, notify the department

of noncompliance and remedial measures taken.

Results of ground water monitoring activities must be reported to the department semiannually, and all monitoring data must be maintained on a current basis for inspection at the mine office. Any sample results indicating a permit violation must be reported to the department within five days of receipt of 82-4-204, MCA; <u>IMP</u>, 82-4-231, 82-4-232, (History: MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; AMD, 1994 MAR p. 2957, Eff. 11/11/94; TRANS, from DSL, 1996 MAR p. 3042; AMD, 1999 MAR p. 811, Eff. 4/23/99; AMD, 1999 MAR p. 2768, Eff. 12/3/99; AMD, 2004 MAR p. 2548, Eff. 10/22/04.)

17.24.646 SURFACE WATER MONITORING (1) Surface water monitoring must be based on information submitted pursuant to ARM 17.24.304 and must be conducted in accordance with the monitoring program submitted under ARM 17.24.314 and approved by the department. Monitoring must:

(a) be adequate to measure accurately and record water quantity and quality of all discharges from the permit area;

(b) in all cases in which analytical results of the sample collections indicate noncompliance with a permit condition or an applicable standard, result in the operator immediately taking appropriate remedial measures. Within five days of the discovery of the noncompliance, the operator shall notify the department of the noncompliance and of the remedial measures taken and shall comply with (6). These remedial measures include, but are not limited to, accelerated or additional monitoring, abatement, and warning of all persons whose health and safety is in imminent danger. Whenever a violation of a Montana pollutant discharge elimination system (MPDES) permit occurs, the operator shall forward the analytic results concurrently with the written notice of noncompliance;

(2) The operator shall submit semi-annual reports including analytical results from each sample taken during the semester to the department. In addition, all monitoring data must be maintained on a current basis for review at the minesite. Any sample results that indicate a permit violation must be reported immediately to the department. However, whenever the discharge for which water monitoring reports are required is also subject to regulation by a MPDES permit and that permit requires filing of the water monitoring reports within 90 days or less of sample collection, the operator shall submit to the department on the time schedule required by the MPDES permit or within 90 days following sample collection, whichever is earlier, a copy of the completed reporting form filed to meet MPDES permit requirements.

(3) Monitoring must be conducted at appropriate frequencies to measure normal and abnormal variations in concentrations.

(4) After disturbed areas have been regraded and stabilized according to ARM 17.24.501, the operator shall monitor surface water flow and quality. Data from this monitoring must be used to determine whether the quality and quantity of runoff without treatment is consistent with the requirements of this rule to minimize disturbance to the prevailing hydrologic balance, to demonstrate that the drainage

basin has stabilized to its previous, undisturbed state, and to attain the approved postmining land use. These data must also be used by the department to review requests for removal of water quality or flow control systems and for bond release. With department approval, other information or methods, such as models, may be used, in conjunction with monitoring data, for these purposes.

(5) Equipment, structures, and other devices necessary to measure and sample accurately the quality and quantity of surface water discharges from the disturbed area must be properly installed, maintained, and operated and must be removed

when no longer required.

(6) Methods of sample collection, preservation and sample analysis must be conducted in accordance with 40 CFR Part 136 titled "Guidelines Establishing Test Procedures for the Analysis of Pollutants" (July 2003) and Part 434 titled "Coal Mining Point Source Category BPT, BAT, BCT Limitations and New Source Performance Standards" (January 2002), and the January 2004 version of the department's document titled "Circular WQB-7, Montana Numeric Water Quality Standards". Copies of 40 CFR Part 136, 40 CFR 434, and Circular WQB-7 are available at the Department of Environmental Quality, 1520 E. 6th Ave., P.O. Box 200901, Helena, MT 59620-0901. Sampling and analyses must include a quality assurance program acceptable to the department.

(7) Surface water monitoring must proceed through mining and continue until phase IV bond release. The department may allow modification of the monitoring under the same criteria as are contained in ARM 17.24.645(5). (History: 82-4-204, MCA; IMP, 82-4-231, 82-4-232, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; AMD, 1994 MAR p. 2957, Eff. 11/11/94; TRANS, from DSL, 1996 MAR p. 3042; AMD, 1999 MAR p. 811, Eff. 4/23/99; AMD, 2004 MAR p. 2548, Eff. 10/22/04.)

17.24.647 TRANSFER OF WELLS (1) With prior approval of the department, the permittee may allow the surface owner to use a prospecting well or a monitoring well as a water well. To obtain departmental approval, the surface owner must submit a written request for transfer and evidence that the well has been completed in compliance with standards established by the board of water well contractors. The permittee remains responsible for proper management of the well and site until final bond release. (History: 82-4-204, 82-4-205, MCA; IMP, 82-4-223, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042; AMD, 1999 MAR p. 811, Eff. 4/23/99.)



17.24.648 WATER RIGHTS AND REPLACEMENT (1) The permittee shall replace the water supply of any owner of interest in real property who obtains all or part of his supply of water for domestic, agricultural, industrial, or other legitimate use from surface or underground source if such supply has been affected by contamination, diminution, or interruption proximately resulting from strip or underground mine operation by the permittee. (History: 82-4-204, 82-4-205, MCA; IMP, 82-4-253, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042.)

17.24.649 DISCHARGE OF WATER INTO UNDERGROUND MINES
(1) Surface and ground waters must not be discharged, diverted, or allowed to infiltrate into existing underground mine workings. (History: 82-4-204, MCA; IMP, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042.)

17.24.650 POSTMINING REHABILITATION OF SEDIMENTATION PONDS, DIVERSIONS, IMPOUNDMENTS, AND TREATMENT FACILITIES

(1) Before abandoning the permit area, the operator shall renovate all permanent sedimentation ponds, diversions, impoundments, and treatment facilities to meet criteria specified in the detailed design plan for the permanent structures and impoundments.

(2) All temporary sedimentation ponds, diversions, impoundments and treatment facilities must be regraded to the approximate original contour and reclaimed prior to abandonment of the permit area. (History: 82-4-204, MCA; IMP, 82-4-231, 82-4-232, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 3042.)

17.24.651 STREAM CHANNEL DISTURBANCES AND BUFFER ZONES

- (1) No land within 100 feet of a perennial stream or intermittent stream or a stream reach with a biological community determined according to (3) may be disturbed by strip or underground mining operations, nor may the stream itself be disturbed, except as approved in accordance with ARM 17.24.634 through 17.24.637 and 17.24.751, upon finding by the department that:
- (a) the original stream function will be restored in accordance with ARM 17.24.634 and 17.24.751; and
- (b) during and after the mining, the water quantity and quality and other environmental resources of the stream and the lands within 100 feet of the stream will not be adversely affected.

17.24.631 GENERAL HYDROLOGY REQUIREMENTS (1) The permittee shall plan and conduct mining and reclamation operations to minimize disturbance to the prevailing hydrologic balance and to prevent material damage to the prevailing hydrologic balance outside the permit area.

(2) Changes in water quality and quantity, in the depth to ground water, and in the location of surface water drainage channels must be minimized so that the postmining land use of the disturbed land is not adversely affected and applicable federal and state statutes and regulations are not violated.

(3) (a) The permittee shall conduct operations so as to minimize water pollution and shall, where necessary, use treatment methods to control water pollution. The permittee shall emphasize mining and reclamation practices that will prevent or minimize water pollution. Diversions of drainages must be used in preference to the use of water treatment facilities.

(b) Practices to control and minimize pollution include, but are not limited to, stabilizing disturbed areas through land shaping, diverting runoff, achieving quickly germinating and growing stands of temporary vegetation, regulating channel velocity of water, lining drainage channels with rock or vegetation, mulching, selectively placing and sealing acid-forming and toxic-forming materials, and selectively placing waste materials in backfill areas.

(4) If pollution can be controlled only by treatment, the permittee shall operate and maintain the necessary water treatment facilities for as long as treatment is required. The department may specify which practices, used to minimize water pollution, may be used on a permanent basis. (History: 82-4-204, MCA; IMP, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852.)

17.24.632 PERMANENT SEALING OF DRILLED HOLES (1) When no longer needed for its intended use as approved by the department and if not transferred as a water well under ARM 17.24.647, each prospecting hole, other drilled hole, borehole, or well must be abandoned according to the procedures described in ARM 17.24.1005. Other exposed underground openings must also be abandoned in accordance with ARM 17.24.1005 or, with department approval, be cased, sealed, or otherwise managed to prevent acid or other toxic drainage from entering the ground or surface waters, to minimize disturbance to the prevailing hydrologic balance, and to ensure safety of people, livestock, fish and wildlife, and machinery in the permit area and adjacent areas. (History: 82-4-204, MCA; IMP, 82-4-231, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852; AMD, 1999 MAR p. 811, Eff. 4/23/99.)

Subchapter 11

Strip and Underground Mine Reclamation Act: Bonding, Insurance, Reporting, and Special Areas

<u>17.24.1101_BONDING: DEFINITIONS</u> For purposes of this rule, the following definitions apply:

(1) "Surety bond" means an indemnity agreement in a sum certain payable to the department executed by the permittee which is supported by the performance guarantee of a corporation licensed to do business as a surety in Montana.

(2) "Collateral bond" means an indemnity agreement in a sum certain payable to the department executed by the permittee and which is supported by the deposit with the department of cash, negotiable bonds of the United States, state or municipalities, negotiable certificates of deposit or an irrevocable letter of credit of any bank organized or authorized to transact business in the United States. (History: 82-4-204, 82-4-205, MCA; IMP, 82-4-223, 82-4-232, 82-4-235, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852.)

17.24.1102 BONDING: DETERMINATION OF BOND AMOUNT The standard applied by the department in determining the amount of performance bond is the estimated cost to the department if it had to perform the reclamation, restoration, and abatement work required of an operator or a prospecting permittee under the Act, the rules adopted thereunder, and the permit. This amount is based on, but not limited to:

- (1) the estimated costs submitted by the permittee in accordance with ARM 17.24.313 and, if applicable, costs estimated by using current machinery production handbooks and publications or other documented costs acceptable to the department;
- (2) the additional estimated costs to the department which may arise from applicable public contracting requirements or the need to bring personnel and equipment to the permit area after its abandonment by the permittee to perform reclamation, restoration, and abatement work;
- (3) all additional estimated costs necessary, expedient, and incident to the satisfactory completion of the requirements identified in this rule;
- (4) an additional amount based on factors of cost changes during the preceding five years for the types of activities associated with the reclamation to be performed; and
- (5) such other cost information as may be required by or available to the department. (History: 82-4-204, 82-4-205, MCA; IMP, 82-4-223, 82-4-232, 82-4-235, MCA; NEW, 1980 MAR p. 725, Eff. 4/1/80; AMD, 1989 MAR p. 30, Eff. 1/13/89; TRANS, from DSL, 1996 MAR p. 2852.)

Coal Bond Report

Sort Order = 2 Permittee, Permit ID, Bond Type, Bond Number

Report Selection: Permit ID Type = C; Bond Type = CA, CS; Bond Status = AC; County = BIG, MUS, RIC, ROS; Bonds Held by Us

		S152.745.640.04						
Rosebud	AC	\$18,921,305.00	SB0072849	XL Specialty Insurance Co. &	S	Rosebud Coal Mine Area	Western Energy	C1986003D
Rosebud	AC	\$9,739,677.00	64S103644309BCM	Travelers Casualty and Surety	S	Rosebud Coal Mine Area	Western Energy	C1986003D
Rosebud	AC	\$18,202,793.00	SB0072848	XL Speciality Insurance Co. &	S	Rosebud Coal Mine Area	Western Energy	C1986003A
Rosebud	AC	\$10,347,367.00	RLB0012315	RLI Insurance Company	S	Rosebud Coal Mine Area	Western Energy	C1985003C
Rosebud	AC	\$1,695,547.00	64S104991976BCM	Travelers Casualty and Surety	CS	Rosebud Coal Mine Area	Western Energy	C1985003C
Rosebud	AC	\$2,408,831.00	64S104717941BCM	Travelers Casualty and Surety	S	Rosebud Coal Mine Area	Western Energy	C1985003C
Rosebud	AC	\$41,755,536.00	642103557516BCM	Travelers Casualty and Surety	S	Rosebud Coal Mine Area	Western Energy	C1985003C
Rosebud	AC	\$14,177,967.00	SB0072847	XL Specialty Insurance Co. &	S	Rosebud Coal Mine Area	Western Energy	C1984003B
Rosebud	AC	\$34,225,729.00	64S103557527BCM	Travelers Casualty and Surety	S	Rosebud Coal Mine Area	Western Energy	C1984003B
Rosebud	AC	\$1,268,888.00	64S103557515BCM	Travelers Casualty and Surety	S	Rosebud Coal Mine Area	Western Energy	C1981003E
							Company	Western Energy
		\$109,631,925.00			•			
Big Horn	AC	\$10,000,000.00	SUR0000377	Argonaut Insurance Company	S	Spring Creek Coal Mine	Spring Creek Coal, LLC	C1979012
Big Horn	AC	\$54,631,925.00	8991122	Zurich American Insurance	S	Spring Creek Coal Mine	Spring Creek Coal, LLC	C1979012
Big Horn	AC	\$25,000,000.00	22231238	Western Surety Company	S	Spring Creek Coal Mine	Spring Creek Coal, LLC	C1979012
Big Horn	AC	\$20,000,000.00	1000836386	U.S. Specialty Insurance	Ω	Spring Creek Coal Mine	Spring Creek Coal, LLC	C1979012
							oal, LLC	Spring Creek Coal, LLC
		511,788,000.08						•
Musselshell	AC	\$11,700,000.00	105024982	Travelers Casualty & Surety	ß	Bull Mountain Coal Mine	Signal Peak Energy	Č1993017
							ergy	Signal Peak Energy
		\$146,235,769.00						
Big Horn	AC	\$77,688,987.00	103475301	Travelers Casuality and Surety	S	West Decker Coal Mine	Decker Coal Company	C1987001C
Big Horn	AC	\$68,546,782.00	103475299	Travelers Casualty & Surety Co	S	East Decker Coal Mine	Decker Coal Company	C1983007
		, , , , , , , , , , , , , , , , , , ,					mpany	Decker Coal Company
	;	\$17,949,959,15		•				
Rosebud	AC	\$719,774.00	336151	Seaboard Surety Company	ß	Big Sky Coal Mine Area	Big Sky Coal Company	C1988004B
Rosebud	AC	\$820,638.00	239912	Seaboard Surety Company	ß	Big Sky Coal Mine Area	Big Sky Coal Company	C1988004B
Rosebud	AC	\$3,469,987.00	105243359	Travelers Casualty and Surety	S	Big Sky Coal Mine Area	Big Sky Coal Company	C1988004B
Rosebud	AC	\$2,548,291.00	105243350	Travelers Casualty and Surety	S	Big Sky Coal Mine Area	Big Sky Coal Company	C1988004B
Rosebud	AC	\$10,391,269.15	9264180	National Fire Insurance	S	Big Sky Coal Mine Area	Big Sky Coal Company	C1983004CR
							ompany	Big Sky Coal Company
County	Status	Amount	Bond Number	Company	Туре	Site Name	Permittee Name	Permit ID

Westmoreland Resources, Inc.

	C1984002	Westmoreland Savage Corp		C1985005	C1985005	C1985005
	Westmoreland Savage	Savage Corp	•	Westmoreland	Westmoreland	Westmoreland
	Savage Coal Mine			Absaloka Coal Mine	Absaloka Coal Mine	Absaloka Coal Mine
	S			CS	S	S
	Travelers Casualty and Surety			RLI Insurance Company	Travelers Casuality and Surety	Traveris Casuality and Surety Co
Grand Total	64S103557524BCM			RLB0012626	64S104737430BCM	64S1U39/4869BCM
\$3,212,879.21 \$3,825,327,003.36	\$3,212,879.21		\$21,847,831.00	\$3,290,415.00	\$8,521,445.00	∩ ∩ '1/ <i>K</i> 'C5 ∩ '∩1&
	AC			AC	AC	AC
	Richland			Big Horn	Big Horn	шоп вы